COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

INVESTIGATION INTO THE FEASIBILITY)	
OF MERGING KENTON COUNTY WATER	ĺ	CASE NO 90-020
DISTRICT #1, CAMPBELL COUNTY	j	
KENTUCKY WATER DISTRICT, AND BOONE)	
COUNTY WATER AND SEWER DISTRICT	j	

ORDER

Pursuant to KRS 74.361 which states the legislative finding of fact that reduction of the number of operating water districts in the Commonwealth will be in the public interest and that mergers of such districts will tend to eliminate wasteful duplication of costs and efforts resulting in a sounder and more businesslike degree of management and ultimately result in great economies, less cost, and a higher degree of service to the general public, and that public policy favors the merger of water districts wherever feasible, the Commission finds that:

1. Sufficient evidence exists in the records of Case Nos. 89-014, 89-029, and 89-179 to indicate that merger of Campbell

Case No. 89-014, City of Newport v. Campbell County Kentucky Water District and Kenton County Water District No. 1 and Charles Atkins and Steven J. Franzen v. Campbell County Kentucky Water District; Case No. 89-029, Application and Notice of Campbell County Kentucky Water District (a) To IssueRevenue Bonds in the Approximate Principal Amount of \$5,535,000 (b) To Construct Additional Plant Facilities of Approximately \$4,523,000 (c) Notice of Adjustment of Rates Effective May 1, 1989 Submission of Long Term Water Supply Contract; and Case No. 89-179, The Application of Kenton County Water District No. 1 (A) To Issue Revenue Bonds in the Approximate Principal Amount of \$2,335,000 (B) To Construct Additional Plant Facilities of Approximately \$2,032,000 (C) Submission of Contract to Supply Additional Water (Entire Demand) to Campbell County Kentucky Water District.

and Kenton Districts should be investigated. The evidence in the records of the above-mentioned cases further indicates that a regionalized water district in northern Kentucky may be advisable, and accordingly, Boone District shall be considered a merger candidate with respect to the investigation initiated herein.

2. An investigation into the advisability of the merger of Kenton County Water District #1 ("Kenton District"), Campbell County Kentucky Water District ("Campbell District"), and Boone County Water and Sewer District ("Boone District") should be initiated.

IT IS THEREFORE ORDERED that a case be and hereby is established pursuant to KRS 74.361, to investigate the advisability and feasibility of merger between Kenton County Water District #1, Campbell County Kentucky Water District, and Boone County Water and Sewer District.

Done at Frankfort, Kentucky, this 31st day of January, 1990.

PUBLIC SERVICE COMMISSION

Chairman

Vice Chairman

Commissioner

ATTEST:

Executive Director